COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SEDALIA WATER)
DISTRICT FOR A RATE ADJUSTMENT)
PURSUANT TO THE ALTERNATIVE RATE) CASE NO. 95-585
FILING PROCEDURE FOR SMALL UTILITIES)

ORDER

On December 27, 1995, Sedalia Water District ("Sedalia") applied for authority to increase its rates. Sedalia also requested that a waiver be granted from 807 KAR 5:076, Section 2, with regard to the information in the application being based on the most recent annual report filed, or calendar year 1994. Sedalia underwent a change in management in June 1994 and stated that utility records prior to that time appeared to be incomplete. As a result, the application was prepared based on the months of July 1994 through June 1995.

Having reviewed the petition and being otherwise sufficiently advised, the Commission finds that Sedalia should be granted permission to use the fiscal year ended June 30, 1995 for its test year in this proceeding.

IT IS THEREFORE ORDERED that Sedalia's request for a waiver from the requirements of 807 KAR 5:076, Section 2, is hereby granted.

Done at Frankfort, Kentucky this 19th day of January, 1996.

PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

Vice Chairman

Commissioner